

WEST VIRGINIA LEGISLATURE

2026 REGULAR SESSION

Introduced

Senate Bill 656

By Senator Garcia

[Introduced January 29, 2026; referred

to the Committee on the Judiciary]

1 A BILL to amend and reenact §6B-2-6, §24-1-1, §24-1-3, and §24-1-7 of the Code of West
2 Virginia, 1931, as amended; and to repeal §24-1-1a and §24-1-1b, relating to the Public
3 Service Commission of West Virginia; requiring financial disclosure statements filed by
4 commission members be published on the Internet; clarifying that commission is charged
5 with exercising delegated legislative powers in the public interest; specifying factors to be
6 considered by commission when regulating electric utilities in the public interest; repealing
7 outdated and inoperative provisions of code; revising ethical criteria for commission
8 membership and employment; and providing that commission members are subject to the
9 code of judicial ethics.

Be it enacted by the Legislature of West Virginia:

CHAPTER 6B. PUBLIC OFFICERS AND EMPLOYEES; ETHICS;

CONFLICTS OF INTEREST; FINANCIAL DISCLOSURE.

ARTICLE 2. West Virginia Ethics Commission; Powers and Duties; Disclosure of Financial Interest by Public Officials and Employees; Appearances Before Public Agencies; Code of Conduct for Administrative Law Judges.

§6B-2-6. Financial disclosure statement; filing requirements.

1 (a) The financial disclosure statement shall be filed on February 1 of each calendar year to
2 cover the period of the preceding calendar year, except insofar as may be otherwise provided
3 herein. The following persons must file the financial disclosure statement required by this section
4 with the Ethics Commission:
5 (1) All elected officials in this state, including, but not limited to, all persons elected
6 statewide, all county elected officials, municipal elected officials in municipalities which have, by
7 ordinance, opted to be covered by the disclosure provisions of this section, all members of the
8 several county or district boards of education and all county or district school board
9 superintendents;

10 (2) All members of state boards, commissions and agencies appointed by the Governor;

11 and

12 (3) Secretaries of departments, commissioners, deputy commissioners, assistant
13 commissioners, directors, deputy directors, assistant directors, department heads, deputy
14 department heads and assistant department heads.

15 A person who is required to file a financial disclosure statement under this section by virtue
16 of becoming an elected or appointed public official whose office is described in subdivision (1), (2)
17 or (3) of this subsection, and who assumes the office less than ten days before a filing date
18 established herein or who assumes the office after the filing date, shall file a financial disclosure
19 statement for the previous twelve months no later than thirty days after the date on which the
20 person assumes the duties of the office, unless the person has filed a financial disclosure
21 statement with the commission during the twelve-month period before he or she assumed office.

(b) A candidate for public office shall file a financial disclosure statement for the previous calendar year with the state Ethics Commission no later than ten days after he or she files a certificate of announcement, unless he or she has previously filed a financial disclosure statement with the state Ethics Commission for the previous calendar year.

26 The Ethics Commission shall file a duplicate copy of the financial disclosure statement
27 required in this section in the following offices within ten days of the receipt of the candidate's
28 statement of disclosure:

29 (1) Municipal candidates in municipalities which have opted, by ordinance, to be covered
30 by the disclosure provisions of this section, in the office of the clerk of the municipality in which the
31 candidate is seeking office;

32 (2) Legislative candidates in single county districts and candidates for a county office or
33 county school board in the office of the clerk of the county commission of the county in which the
34 candidate is seeking office;

35 (3) Legislative candidates from multi-county districts and congressional candidates in the
36 office of the clerk of the county commission of the county of the candidate's residence.

37 After a ninety-day period following any election, the clerks who receive the financial
38 disclosure statements of candidates may destroy or dispose of those statements filed by
39 candidates who were unsuccessful in the election.

40 (c) No candidate for public office may maintain his or her place on a ballot and no public
41 official may take the oath of office or enter or continue upon his or her duties or receive
42 compensation from public funds unless he or she has filed a financial disclosure statement with
43 the state Ethics Commission as required by the provisions of this section.

44 (d) The Ethics Commission may, upon request of any person required to file a financial
45 disclosure statement, and for good cause shown, extend the deadline for filing such statement for
46 a reasonable period of time: *Provided*, That no extension of time shall be granted to a candidate
47 who has not filed a financial disclosure statement for the preceding filing period.

48 (e) No person shall fail to file a statement required by this section.

49 (f) No person shall knowingly file a materially false statement that is required to be filed
50 under this section.

51 (g) The Ethics Commission shall publish either on the Internet or by printed document
52 made available to the public, a list of all persons who have violated any Ethics Commission's
53 financial disclosure statement filing deadline.

54 (h) The Ethics Commission shall, in addition to making all financial disclosure statements
55 available for inspection upon request:

56 (1) Publish on the Internet all financial disclosure statements filed by members of the
57 Legislature and candidates for legislative office, elected members of the executive department
58 and candidates for the offices that constitute the executive department, and members of the
59 Supreme Court of Appeals and candidates for the Supreme Court of Appeals, and members of the
60 Public Service Commission, commencing with those reports filed on or after January 1, 2012; and

61 (2) Publish on the Internet all financial disclosure statements filed by any other person
62 required to file such financial disclosure statements, as the commission determines resources are
63 available to permit the Ethics Commission to make such publication on the Internet. The
64 commission shall redact financial disclosure statements published on the Internet to exclude from
65 publication personal information such as signatures, home addresses and mobile and home
66 telephone numbers.

CHAPTER 24. PUBLIC SERVICE COMMISSION.

Article	1.	General	Provisions
§24-1-1. Legislative purpose and policy; plan for internal reorganization; promulgation of			
plan as rule; cooperation with Joint Committee on Government and Finance.			
(a) It is the purpose and policy of the Legislature in enacting this chapter to confer upon the			
Public Service Commission of this state the authority and duty to enforce and regulate the			
practices, services and rates of public utilities in order to:			
(1) Ensure fair and prompt regulation of public utilities in the interest of the using and			
consuming public;			
(2) Provide the availability of adequate, economical and reliable utility services throughout			
the state;			
(3) Encourage the well-planned development of utility resources in a manner consistent			
with state needs and in ways consistent with the productive use of the state's energy resources,			
such as coal, <u>natural gas, wind, solar, nuclear, and geothermal resources</u> ;			
(4) Ensure that rates and charges for utility services are just, reasonable, applied without			
unjust discrimination or preference, applied in a manner consistent with the purposes and policies			
set forth in article two-a of this chapter and based primarily on the costs of providing these			
services;			

(5) Encourage energy conservation and the effective and efficient management of regulated utility enterprises; and

(6) Encourage removal of artificial barriers to rail carrier service, stimulate competition, stimulate the free flow of goods and passengers throughout the state and promote the expansion of the tourism industry, thereby improving the economic condition of the state.

(b) The Legislature creates the Public Service Commission to exercise the legislative powers delegated to it and to exercise such powers in furtherance of the public interest.

(1) To determine and act in furtherance of the public interest, the Public Service Commission is charged with the responsibility for appraising and balancing the interests of current and future utility service customers, the general interests of the state's economy, and the interests of the utilities subject to its jurisdiction in its deliberations and decisions.

(2) When deliberating on or rendering any decision concerning a public utility that provides electricity to West Virginia custos, the commission shall, in determining and acting in furtherance of the public interest, grant consideration to each of the following factors, and shall, in all orders setting out decisions concerning public electric utilities, make findings of fact that document the consistency of the commission's decision with these factors:

(A) The affordability of electricity for residential customers, including for low-income residents of the state specifically:

(B) The affordability of electricity for commercial and industrial customers:

(C) Ensuring that the subject electric utility employs an all-of-the-above energy strategy that includes the use of all-source procurement methods for new generation resources, generation resources with minimal volatility in fuel pricing, and demand-side resources including energy efficiency, so as to insulate customers from future rate increases:

(D) The reliability of, and maximizing opportunities to modernize, the state's electric grid, including both transmission and distribution grids:

40 (E) Protection of public health and the environment, including the impact of air and water
41 emissions from the subject utility's operations; and

42 (F) Promoting economic growth and development in the state, including job availability,
43 economic output, and ensuring stable state and local tax revenues.

44 (c) The Legislature directs the Public Service Commission to identify, explore and consider
45 the potential benefits or risks associated with emerging and state-of-the-art concepts in utility
46 management, rate design and conservation. The commission may conduct inquiries and hold
47 hearings regarding such concepts in order to provide utilities subject to its jurisdiction and other
48 interested persons the opportunity to comment and shall report to the Governor and the
49 Legislature regarding its findings and policies to each of these areas not later than the first day of
50 the regular session of the Legislature in the year 1985, and every two years thereafter.

51 (d) It is legislative policy to ensure that the Legislature and the general public become
52 better informed regarding the regulation of public utilities in this state and the conduct of the
53 business of the Public Service Commission. To aid in the achievement of this policy, the Public
54 Service Commission annually shall present to the Joint Committee on Government and Finance,
55 created by article three, chapter four of this code, or a subcommittee designated by the joint
56 committee, a management summary report which describes in a concise manner:

57 (1) The major activities of the commission for the year especially as such activities relate to
58 the implementation of the provisions of this chapter;

59 (2) Important policy decisions reached and initiatives undertaken during the year;

60 (3) The current balance of supply and demand for natural gas and electric utility services in
61 the state and forecast of the probable balance for the next ten years; and

62 (4) Other information considered by the commission to be important including
63 recommendations for statutory reform and the reasons for such recommendations.

64 (e) ~~In addition to any other studies and reports required to be conducted and made by the~~
65 ~~Public Service Commission pursuant to any other provision of this section, the commission shall~~

66 study and initially report to the Legislature no later than the first day of the regular session of the
67 Legislature in the year 1980 upon:

68 (1) The extent to which natural gas wells or wells heretofore supplying gas utilities in this
69 state have been capped off or shut in; the number of such wells; their probable extent of future
70 production and the reasons given and any justification for capping off or shutting in such wells; the
71 reasons, if any, why persons engaged or heretofore engaged in the development of gas wells in
72 this state or the Appalachian areas have been discouraged from drilling, developing or selling the
73 production of such wells; and whether there are fixed policies by any utility or group of utilities to
74 avoid the purchase of natural gas produced in the Appalachian region of the United States
75 generally and in West Virginia specifically.

76 (2) The extent of the export and import of natural gas utility supplies in West Virginia.

77 (3) The cumulative effect of the practices mentioned in subdivisions (1) and (2) of this
78 subsection upon rates theretofore and hereafter charged gas utility customers in West Virginia. In
79 carrying out the provisions of this section the commission shall have jurisdiction over such
80 persons, whether public utilities or not, as may be in the opinion of the commission necessary to
81 the exercise of its mandate and may compel attendance before it, take testimony under oath and
82 compel the production of papers or other documents. Upon reasonable request by the
83 commission, all other state agencies shall cooperate with the commission in carrying out the
84 provisions and requirements of this subsection.

85 (f) No later than the first day of the regular session of the Legislature in the year 1980, the
86 Public Service Commission shall submit to the Legislature a plan for internal reorganization which
87 plan shall specifically address the following:

88 (1) A division within the Public Service Commission which shall include the office of the
89 commissioners, the hearing examiners and such support staff as may be necessary to carry out
90 the functions of decisionmaking and general supervision of the commission, which functions shall
91 not include advocacy in cases before the commission;

92 (2) The creation of a division which shall act as an advocate for the position of and in the
93 interest of all customers;

94 (3) The means and procedures by which the division to be created pursuant to the
95 provisions of subdivision (2) of this subsection shall protect the interests of each class of
96 customers and the means by which the commission will assure that such division will be financially
97 and departmentally independent of the division created by subdivision (1) of this subsection;

98 (4) The creation of a division within the Public Service Commission which shall assume the
99 duties and responsibilities now charged to the commissioners with regard to motor carriers which
100 division shall exist separately from those divisions set out in subdivisions (1) and (2) of this
101 subsection and which shall relieve the commissioners of all except minimal administrative
102 responsibilities as to motor carriers and which plan shall provide for a hearing procedure to relieve
103 the commissioners from hearing motor carrier cases;

104 (5) Which members of the staff of the Public Service Commission shall be exempted from
105 the salary schedules or pay plan adopted by the Civil Service Commission and identify such staff
106 members by job classification or designation, together with the salary or salary ranges for each
107 such job classification or designation;

108 (6) The manner in which the commission will strengthen its knowledge and independent
109 capacity to analyze key conditions and trends in the industries it regulates extending from general
110 industry analysis and supply demand forecasting to continuing and more thorough scrutiny of the
111 capacity planning, construction management, operating performance and financial condition of
112 the major companies within these industries.

113 Such plan shall be based on the concept that each of the divisions mentioned in
114 subdivisions (1), (2) and (4) of this subsection shall exist independently of the others and the plan
115 shall discourage ex parte communications between them by such means as the commission shall
116 direct, including, but not limited to, separate clerical and professional staffing for each division.
117 Further, the Public Service Commission is directed to incorporate within the said plan to the fullest

118 extent possible the recommendations presented to the subcommittee on the Public Service
119 Commission of the Joint Committee on Government and Finance in a final report dated February,
120 1979, and entitled A Plan for Regulatory Reform and Management Improvement.

121 The commission shall, before January 5, 1980, adopt said plan by order, which order shall
122 promulgate the same as a rule of the commission to be effective upon the date specified in said
123 order, which date shall be no later than December 31, 1980. Certified copies of such order and rule
124 shall be filed on the first day of the 1980 regular session of the Legislature, by the chairman of the
125 commission with the clerk of each house of the Legislature, the Governor and the Secretary of
126 State. The chairman of the commission shall also file with the office of the Secretary of State the
127 receipt of the clerk of each house and of the Governor, which receipt shall evidence compliance
128 with this section.

129 Upon the filing of a certified copy of such order and rule, the clerk of each house of the
130 Legislature shall report the same to their respective houses and the presiding officer thereof shall
131 refer the same to appropriate standing committee or committees.

132 Within the limits of funds appropriated therefor, the rule of the Public Service Commission
133 shall be effective upon the date specified in the order of the commission promulgating it unless an
134 alternative plan be adopted by general law or unless the rule is disapproved by a concurrent
135 resolution of the Legislature adopted prior to adjournment sine die of the regular session of the
136 Legislature to be held in the year 1980: Provided, That if such rule is approved in part and
137 disapproved in part by a concurrent resolution of the Legislature adopted prior to such
138 adjournment, such rule shall be effective to the extent and only to the extent that the same is
139 approved by such concurrent resolution.

140 The rules promulgated and made effective pursuant to this section shall be effective
141 notwithstanding any other provisions of this code for the promulgation of rules or regulations.

142 (g) (e) The Public Service Commission is hereby directed to cooperate with the Joint
143 Committee on Government and Finance of the Legislature in its review, examination and study of

144 the administrative operations and enforcement record of the Railroad Safety Division of the Public
145 Service Commission and any similar studies.

146 (h) (f) (1) The Legislature hereby finds that rates for natural gas charged to customers of all
147 classes have risen dramatically in recent years to the extent that such increases have adversely
148 affected all customer classes. The Legislature further finds that it must take action necessary to
149 mitigate the adverse consequences of these dramatic rate increases.

150 (2) The Legislature further finds that the practices of natural gas utilities in purchasing
151 high-priced gas supplies, in purchasing gas supplies from out-of-state sources when West Virginia
152 possesses abundant natural gas, and in securing supplies, directly or indirectly, by contractual
153 agreements including take-or-pay provisions, indefinite price escalators or most-favored nation
154 clauses have contributed to the dramatic increase in natural gas prices. It is therefore the policy of
155 the Legislature to discourage such purchasing practices in order to protect all customer classes.

156 (3) The Legislature further finds that it is in the best interests of the citizens of West Virginia
157 to encourage the transportation of natural gas in intrastate commerce by interstate or intrastate
158 pipelines or by local distribution companies in order to provide competition in the natural gas
159 industry and in order to provide natural gas to consumers at the lowest possible price.

160 (f) (g) The Legislature further finds that transactions between utilities and affiliates are a
161 contributing factor to the increase in natural gas and electricity prices and tend to confuse
162 consideration of a proper rate of return calculation. The Legislature therefore finds that it is
163 imperative that the Public Service Commission have the opportunity to properly study the issue of
164 proper rate of return for lengthy periods of time and to limit the return of a utility to a proper level
165 when compared to return or profit that affiliates earn on transactions with sister utilities.

166 (f) (h) The Legislature further finds that water and sewer utilities that are political
167 subdivisions of the state providing separate or combined services and having at least four
168 thousand five hundred customers and annual gross revenues of \$3 million or more are most fairly
169 and effectively regulated by the local governing body with respect to rates, borrowing and capital

170 projects. Therefore, notwithstanding any contrary provisions of this section, the jurisdiction of the
171 Public Service Commission over water and sewer utilities that are political subdivisions of the state
172 is limited to that granted specifically in this code.

173 ~~(k)~~ (i) The Legislature further finds that an adequate cash working capital fund is essential
174 to allow water and sewer utilities that are political subdivisions of the state to deliver continuous
175 and compliant service. Therefore, these utilities shall maintain a working capital reserve in an
176 amount of no less than one eighth of actual annual operation and maintenance expense. This
177 reserve shall be separate and distinct from and in addition to any repair and replacement fund that
178 may be required by bond covenants.

**§24-1-1a. Supplemental rule for reorganization; certain reports to be made to the
Legislature; filing of such rule and reports and the procedure therefor.**

1 [Repealed.]

§24-1-1b. Supplemental rule for reorganization.

1 [Repealed.]

§24-1-3. Commission continued; membership; chairman; compensation; quorum.

1 (a) The Public Service Commission of West Virginia is continued and directed as provided
2 by this chapter, chapter twenty-four-a, chapter twenty-four-b and chapter twenty-four-d of this
3 code. The Public Service Commission may sue and be sued by that name.

4 (b) The Public Service Commission shall consist of three members who shall be appointed
5 by the Governor, with the advice and consent of the Senate. The commissioners shall be citizens
6 and residents of this state and at least one of them shall be duly licensed to practice law in West
7 Virginia, with not less than ten years' actual work experience in the legal profession as a member
8 of a State Bar.

9 (c) No more than two of the commissioners shall be members of the same political party.

10 (d) Each commissioner shall, before entering upon the duties of his or her office, take and
11 subscribe to the oath provided by section five, article IV of the Constitution of West Virginia. The
12 oath shall be filed in the office of the Secretary of State.

13 (e) The Governor shall designate one of the commissioners to serve as chairman at the
14 Governor's will and pleasure. The chairman shall be the chief administrative officer of the
15 commission. The Governor may remove any commissioner only for incompetency, neglect of duty,
16 gross immorality, malfeasance in office or violation of subsections (g) and (h) of this section.

17 (f) Upon expiration of the terms, appointments are for terms of six years, except that an
18 appointment to fill a vacancy is for the unexpired term only.

19 (g) No person while in the employ of, or holding any official relation to, any public utility
20 subject to the provisions of this chapter or holding any stocks or bonds of a public utility subject to
21 the provisions of this chapter or who is pecuniarily interested in a public utility subject to the
22 provisions of this chapter may serve as a member of the commission or as an employee of the
23 commission if he or she:

24 (1) Is employed by, or holds any official relation to, any public utility or other entity that is
25 subject, in whole or in part, to the jurisdiction of the commission;

26 (2) Within the two years next preceding the date of his or her appointment to the
27 commission:

28 (A) Was employed by, or held any official relation to, any public utility or other entity that is
29 subject, in whole or in part, to the jurisdiction of the commission; or

30 (B) Otherwise derived direct economic benefit from the actions and decisions of the
31 commission; or

32 (3) Holds stocks or bonds of any public utility or other entity that is subject, in whole or in
33 part, to the jurisdiction of the commission or is in any other manner pecuniarily interested in said
34 public utility or other entity.

35 Any member of the commission who becomes ineligible for membership under this
36 subsection during his or her term in office shall, after a reasonable period time offered to cure the
37 disqualifying condition, be removed from office by the Governor and the Governor shall appoint a
38 new commissioner to fill the vacancy created. Any employee of the commission who becomes
39 ineligible for employment under this subsection shall, after a reasonable period time offered to
40 cure the disqualifying condition, be terminated from his or her position.

41 (h) Nor may any commissioner be a candidate for or hold public office or be a member of
42 any political committee while acting as a commissioner; nor may any commissioner or employee
43 of the commission receive any pass, free transportation or other thing of value, either directly or
44 indirectly, from any public utility or motor carrier subject to the provisions of this chapter. In case
45 any of the commissioners becomes a candidate for any public office or a member of any political
46 committee, the Governor shall remove him or her from office and shall appoint a new
47 commissioner to fill the vacancy created.

48 (i) The annual salary of each commissioner provided in section two-a, article seven,
49 chapter six of this code shall be paid at least twice per month from the special funds in the
50 percentages that follow:

51 (1) From the Public Service Commission Fund collected under the provisions of section
52 six, article three of this chapter, eighty percent;

53 (2) From the Public Service Commission Motor Carrier Fund collected under the
54 provisions of section six, article six, chapter twenty-four-a of this code, seventeen percent; and

55 (3) From the Public Service Commission Gas Pipeline Safety Fund collected under the
56 provisions of section three, article five, chapter twenty-four-b of this code, three percent.

57 (j) In addition to the salary provided for all commissioners in section two-a, article seven,
58 chapter six of this code, the chairman of the commission shall receive \$5,000 per annum to be
59 paid at least twice per month from the Public Service Commission Fund collected under the
60 provisions of section six, article three of this chapter.

§24-1-7. Rules of procedure; commission not bound by rules of evidence or pleadings; inscription on, use of and judicial notice of seal; applicability of code of judicial ethics.

1 (a) The commission shall prescribe such rules and regulations as may be necessary to
2 carry out the provisions of this chapter, including rules of procedure and for taking evidence in all
3 matters that may come before it, and enter such orders as may be just and lawful: *Provided*, That
4 no such rule or regulation shall be effective unless promulgated pursuant to the provisions of
5 sections one through ten, article three, chapter twenty-nine-a of this code: *Provided, however*,
6 That no such rule or regulation shall become effective until sixty days after its final adoption or until
7 the effective date proposed by the commission, whichever is later: *Provided further*, That any rules
8 and regulations promulgated prior to the effective date of this section shall remain in full force and
9 effect unless changed, modified or repealed in accordance herewith. The rules and regulations
10 promulgated hereunder by the Public Service Commission shall not be subject to the legislative
11 rule-making review procedures established in sections eleven through fifteen, article three,
12 chapter twenty-nine-a of this code. In the investigations, preparations and hearings of cases, the
13 commission shall not be bound by the technical rules of pleading and evidence, but in that respect
14 it may exercise such discretion as will facilitate its efforts to understand and learn all the facts
15 bearing upon the right and justice to the matters before it.

16 (b) Meetings of the commission wherein the sole purpose is to decide or deliberate toward
17 a decision on any matter are exempt from the requirements of article nine-a, chapter six of this
18 code, any other provision of this code to the contrary notwithstanding.

19 (c) All orders of the commission shall set forth separately findings of facts and conclusions
20 of law, which findings of fact shall make specific reference to the evidence in the record which
21 supports such findings.

22 (d) The commission shall have a seal bearing the following inscription: "The Public Service
23 Commission of West Virginia." The seal shall be affixed to all writs and authentications of copies of

24 records, and to such other instruments as the commission shall direct. All courts shall take judicial
25 notice of said seal.

26 (e) In light of the fact that the powers and duties of the commission are quasi-judicial in
27 nature, and to preserve public confidence in the impartiality and integrity of the commission,
28 members of the commission are subject to and shall abide by the code of judicial ethics as
29 adopted and amended by the Supreme Court of Appeals of West Virginia.

NOTE: The purpose of this bill is to implement certain ethics reforms at the Public Service Commission of West Virginia. The bill requires financial disclosures made by commission members to be made available online; requires commission members to act in furtherance of the public interest; repeals certain inoperative sections of code; revises ethical criteria for commission membership and employment; and applies the code of judicial ethics to commission members.

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.